

HARGROVE, PESNELL & WYATT

BILLY R. PESNELL
JOSEPH L. HARGROVE, JR.
DAVID L. SMELLEY
PAUL A. STRICKLAND
SCOTT C. SINCLAIR
W. BROOKS MAY
JASON C. FALUDI

(A PROFESSIONAL LAW CORPORATION)

AMERICAN TOWER, SUITE 600
401 MARKET STREET
SHREVEPORT, LOUISIANA 71101-3239

THOMAS J. WYATT (1942-1996)

MAILING ADDRESS
POST OFFICE BOX 59
SHREVEPORT, LOUISIANA 71161-0059
TELEPHONE (318) 429-7200
TELECOPIER (318) 429-7201

OF COUNSEL
WILLIAM G. CONLY

September 12, 2003

Honorable James H. Welsh
Commissioner of Conservation
State of Louisiana
Post Office Box 44275
Baton Rouge, Louisiana 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Hosston (Travis Peak) Formation, SLIGO FIELD, Bossier
Parish, Louisiana.

Dear Sir:

GREYSTONE PETROLEUM, L.L.C. ("Applicant"), hereby respectfully applies for a public hearing to consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Hosston (Travis Peak) Formation in the Sligo Field, Bossier Parish, Louisiana:

1. To permit Applicant to drill, designate and utilize its Murff Heirs 17 No. 3 Well as an additional alternate unit well for HOSS TP SUE, at the location shown on the attached plat.
2. To permit Applicant to drill, designate and utilize its Skannal 13 No. 1 Well as an additional alternate unit well for HOSS TP SUP, at the location shown on the attached plat.
3. To permit Applicant to drill, designate and utilize its Greystone Fee 14 No. 1 Well as an additional alternate unit well for HOSS TP SUQ, at the location shown on the attached plat.
4. To permit Applicant to drill, designate and utilize its Murff 18 No. 1 Well as an additional alternate unit well for HOSS TP SUR, at the location shown on the attached plat and in lieu of the location approved by Office of Conservation Order No. 8-B-93, effective April 1, 2003, for the R. O. Roy Heirs 18 No. 1 Well in the northwest quarter of HOSS TP SUR.
5. To permit Applicant to drill, designate and utilize its Skannal 19 No. 1 Well and Skannal 19 No. 2 Well as additional alternate unit wells for HOSS TP SUS, at the locations shown on the attached plat.
6. To approve an exception to the well location provisions of Office of Conservation Order No. 8-B, effective September 1, 1956, for each of the proposed alternate unit wells.
7. To find that each of the proposed alternate unit wells is necessary to efficiently and economically drain a portion of the unit on which it is proposed to be drilled which cannot be efficiently and economically drained by any existing well on such unit.
8. To permit the operator of each of the above described units to produce the allowable assigned to the unit from either the unit well, any alternate unit well, or from any combination of such wells, at the option of the operator.

dls/app/sligo13.application

Honorable James H. Welsh
September 12, 2003
Page 2

9. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Hosston (Travis Peak) Formation in the Sligo Field, Bossier Parish, Louisiana, was defined in Office of Conservation Order No. 8-B, effective September 1, 1956.

Pertinent data concerning this application is available for inspection at the offices of Mr. Joe B. Adams, 9141 Interline Avenue, Suite 3A, Baton Rouge, Louisiana 70809. Any person desiring to inspect such data should call Mr. Adams at (225) 929-6097 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data which is not otherwise available from the records of the Louisiana Office of Conservation can be obtained from Applicant at the expense of the requesting party.

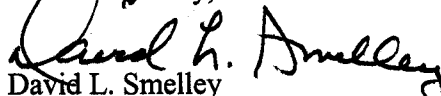
As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of this letter and of the attached plat is being sent to the District Manager of the Shreveport District of the Office of Conservation and to each of the Interested Owners, Represented Parties and Interested Parties shown on the attached list.

Applicant will provide for posting of a copy of the Legal Notice of this hearing and of the enclosed plat at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of Sligo Field, all in accordance with the Revised Rules of Procedure. Furthermore, a copy of the Legal Notice will be mailed to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

A check payable to the Office of Conservation and covering the application fee is enclosed.

Yours very truly,

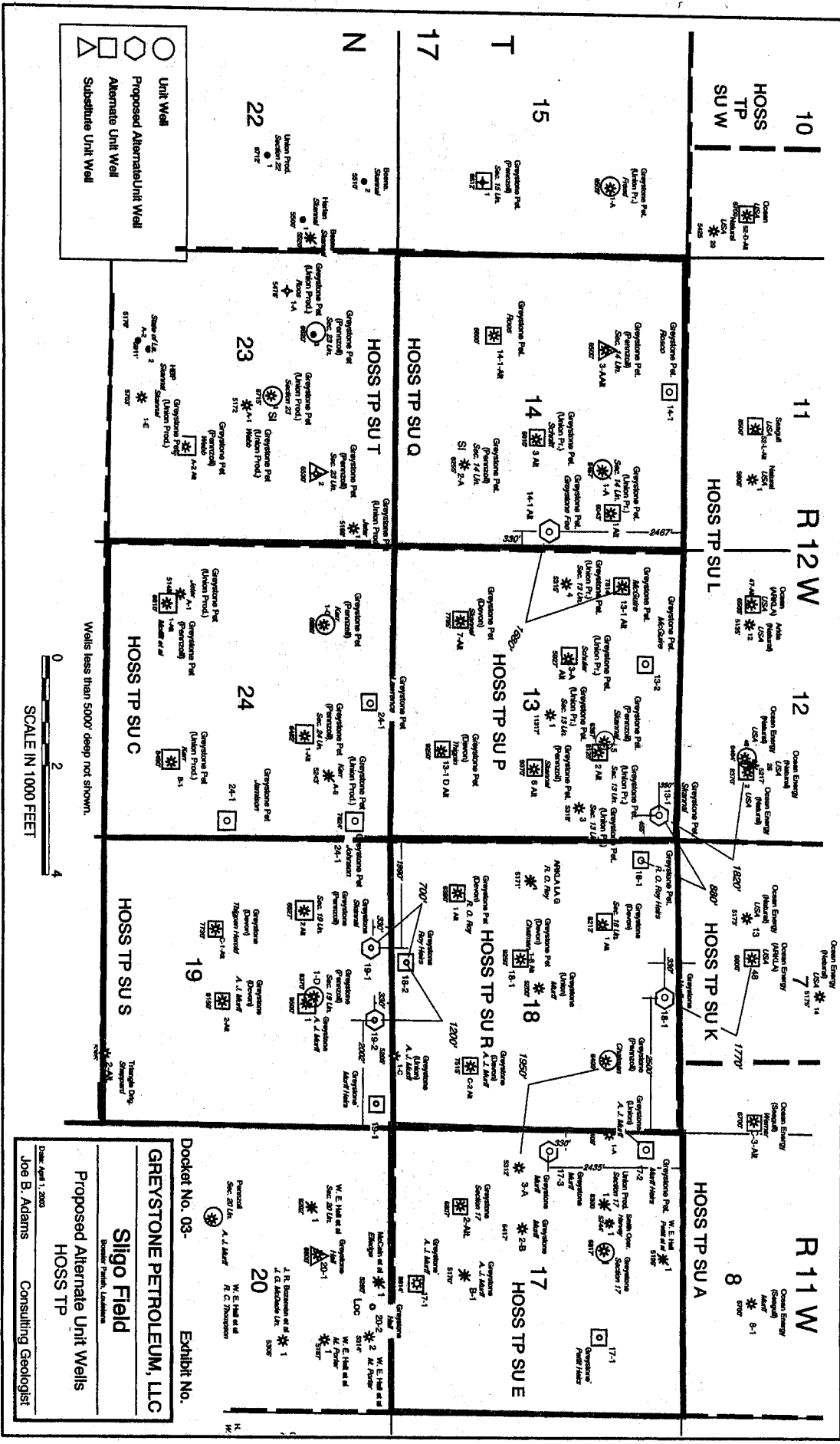

David L. Smelley

-- Attorney for Greystone Petroleum, L.L.C.

DLS:dp

Enclosures

cc: Mr. Jim Broussard (w/encls.)
Mr. Carl Drews (w/encls.)
Mr. Joe Adams (w/encls.)
Interested Owners, Represented
Parties and Interested Parties (w/plat only)



Docket No. 03- Exhibit No.

GREYSTONE PETROLEUM, LLC

Sligo Field

Shelby Parish, Louisiana

Proposed Alternate Unit Wells
HOSS TP

Date: April 1, 2003
Joe B. Adams Consulting Geologist